

COLUMBIA, SOUTH CAROLINA

Frank R. Ellerbe, III



May 5, 2015

1901 MAIN STREET, SUITE 1200 POST OFFICE BOX 944

COLUMBIA, SOUTH CAROLINA 29202

PH (803) 779-8900 | (803) 227-1112 direct FAX (803) 744-1556

fellerbe@robinsonlaw.com

VIA ELECTRONIC FILING

Jocelyn Boyd, Chief Clerk/Administrator Public Service Commission of South Carolina Post Office Drawer 11649 Columbia, SC 29211

Re: Duke Energy Carolinas, LLC & Duke Energy Progress, Inc. Merger

Request for Waiver of Regulatory Conditions

Docket No. 2011-158-E

Ms. Boyd:

In Order No. 2012-517 in this Docket, the Commission adopted the Revised Regulatory Conditions and Code of Conduct ("Regulatory Conditions") adopted by the North Carolina Utilities Commission ("NCUC") in its June 29, 2012, *Order Approving Merger Subject to Regulatory Conditions and Code of Conduct*, in Docket Nos. E-2, Sub 998; and E-7, Sub 986.

Recently, in an Order issued on March 24, 2015 (Attachment 1) the NCUC approved revisions to Regulatory Conditions Numbers 7.7 and 7.8. These revisions were requested by Duke Energy Carolinas, LLC ("DEC") and Duke Energy Progress, Inc. ("DEP") because of circumstances that are described in previous NCUC Orders (Attachments 2 and 3). For the reasons described in the NCUC orders and in order to maintain consistency, DEC and DEP now request that this Commission issue an order clarifying that the revised versions of Regulatory Conditions 7.7 and 7.8 apply in South Carolina.

DEC and DEP seek the Commission's approval to incorporate the revisions to Regulatory Conditions 7.7 and 7.8 for South Carolina.

Yours truly,

ROBINSON, McFadden & Moore, P.C.

Frank R. Ellerbe, II

FRE/tch Attachments

cc: Nanette S. Edwards, ORS, Deputy Executive Director (via US Mail)

Shannon B. Hudson, ORS, Deputy Director-Legal Services (via email)

Heather S. Smith, Deputy General Counsel (via email)